report (see paragragh (b) of this section) is required. The annual performance report shall include the following:

- (1) Briefly summarize activities performed, targets, and/or performance goals achieved during the reporting period for each project.
- (2) Note unexpected delays or impediments as well as favorable or unusual developments for each project.
- (3) Outline work to be performed during the next reporting period for each project.
- (4) Comment on the level of grant funds expended to date for each project.
- (b) A final performance report will be required by the State department of agriculture within 90 days following the expiration date of the grant period. The final progress report shall include the following:
- (1) An outline of the issue, problem, interest, or need for each project.
- (2) How the issue or problem was approached via the project(s).
- (3) How the goals of each project were achieved.
- (4) Results, conclusions, and lessons learned for each project.
- (5) How progress has been made to achieve long term outcome measures for each project.
- (6) Additional information available (e.g. publications, Web sites).
- (7) Contact person for each project with telephone number and e-mail ad-
- (c) A final SF-269A "Financial Status Report (Short Form)" (SF-269 "Financial Status Report (Long Form)" if the project(s) had program income) is required within 90 days following the expiration date of the grant period.
- (d) AMS will monitor States, as it determines necessary, to assure that projects are completed in accordance with the approved State plan. If AMS, after reasonable notice to a State, finds that there has been a failure by the State to comply substantially with any provision or requirement of the State plan, AMS may disqualify, for one or more years, the State from receipt of future grants under the SCBGP.
- (e) States shall diligently monitor performance to ensure that time schedules are being met, project work within

designated time periods is being accomplished, and other performance measures are being achieved.

(f) State departments of agriculture shall retain records pertaining to the SCBGP for 3 years after completion of the grant period or until final resolution of any audit findings or litigation claims relating to the SCBGP.

§ 1290.10 Audit requirements.

The State is accountable for conducting a financial audit of the expenditures of all SCBGP funds. The State shall submit to AMS not later than 30 days after completion of the audit, a copy of the audit results.

1291—SPECIALTY PART **CROP** BLOCK GRANT PROGRAM-**FARM BILL**

Sec.

- 1291.1 Purpose and scope.
- 1291.2 Definitions.
- 1291.3 Eligible grant applicants.
- 1291.4 Eligible grant project. 1291.5 Restrictions and limitations on grant funds.
- 1291.6 Completed application.
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otherwise noted.

AUTHORITY: 7 U.S.C. 1621 note, as amended. SOURCE: 73 FR 51589, Sept. 4, 2008, unless

§ 1291.1 Purpose and scope.

Pursuant to the authority conferred by Section 101 of the Specialty Crops Competitiveness Act of 2004 (7 U.S.C. 1621 note), as amended by Section 10109 of the Food, Conservation, and Energy Act of 2008, Public Law 110-246, AMS will make grants to States to enhance the competitiveness of specialty crops in accordance with the terms and conditions set forth herein and other applicable federal statutes and regulations, including, but not limited to, 7 CFR Part 3015 and Part 3016.

§ 1291.2 Definitions.

(a) AMS means the Agricultural Marketing Service of the U.S. Department of Agriculture.